

**LEGAL NOTICE**

**STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.**

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, JANUARY 5, 2010**, upon the application of **EXCO PRODUCTION COMPANY, LP.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Lower Cotton Valley Zone, Reservoir A**, in the Elm Grove Field, Caddo Parish, Louisiana.

1. To permit the Applicant to drill, designate and utilize a horizontal lateral as an alternate unit well for the production of gas and condensate from the Lower Cotton Valley Zone, Reservoir A, in the unit designated LCV RA SU117, in exception to the spacing provisions of the 361-E Series of Office of Conservation Orders, such unit and proposed horizontal lateral shown on the plat submitted with the application.
2. That with respect to the proposed horizontal well to be drilled to the Lower Cotton Valley Zone, Reservoir A, within or to serve the LCV RA SU117, where the horizontal portion of the well is cased and cemented back above the top of the Lower Cotton Valley Zone, Reservoir A, the distance to any unit boundary and any offset well(s) should be calculated based on the distance to the nearest perforations in the well and not based on the penetration point.
3. To find that an additional alternate unit well is needed on the LCV RA SU117 to assist in draining a portion of the Lower Cotton Valley Zone, Reservoir A, that cannot be drained by any other well located within the unit.
4. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit well or from a combination of all wells, at its discretion.
5. To consider such other matters as may be pertinent.

The Lower Cotton Valley Zone, Reservoir A was defined in Order No. 362-E, effective July 16, 1996, and was redefined FOR and ONLY INsofar as it concerns the LCV RA SU117, in Order No. 361-E-546, effective October 22, 2008.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport, Louisiana.**

<http://dnr.louisiana.gov/conshearings>

All parties having interest therein shall take notice thereof.

**BY ORDER OF:**

**JAMES H. WELSH**  
**COMMISSIONER OF CONSERVATION**

Baton Rouge, LA

12/14/09;12/17/09

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**IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED ASSISTANCE, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.**